

**THE ANNUAL REPORT  
OF THE  
COUNCIL OF ECONOMIC ADVISERS**



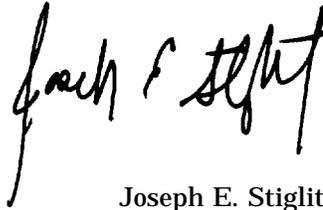
LETTER OF TRANSMITTAL

COUNCIL OF ECONOMIC ADVISERS,  
*Washington, D.C., February 14, 1996.*

MR. PRESIDENT:

The Council of Economic Advisers herewith submits its 1996 Annual Report in accordance with the provisions of the Employment Act of 1946 as amended by the Full Employment and Balanced Growth Act of 1978.

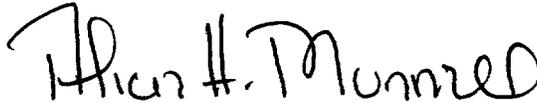
Sincerely,



Joseph E. Stiglitz  
Chairman



Martin N. Baily  
Member



Alicia H. Munnell  
Member